

107TH CONGRESS  
1ST SESSION

# H. R. 885

To amend the Internal Revenue Code of 1986 to exclude from gross income certain scholarships related to health professions.

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## IN THE HOUSE OF REPRESENTATIVES

MARCH 6, 2001

Mrs. JOHNSON of Connecticut introduced the following bill; which was referred to the Committee on Ways and Means

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## A BILL

To amend the Internal Revenue Code of 1986 to exclude from gross income certain scholarships related to health professions.

1       *Be it enacted by the Senate and House of Representa-*  
2       *tives of the United States of America in Congress assembled,*

1 **SECTION 1. EXCLUSION OF CERTAIN AMOUNTS RECEIVED**  
2 **UNDER THE NATIONAL HEALTH SERVICE**  
3 **CORPS SCHOLARSHIP PROGRAM, THE F. ED-**  
4 **WARD HEBERT ARMED FORCES HEALTH PRO-**  
5 **FESIONS SCHOLARSHIP AND FINANCIAL AS-**  
6 **SISTANCE PROGRAM, AND CERTAIN OTHER**  
7 **PROGRAMS.**

8 (a) IN GENERAL.—Section 117(c) of the Internal  
9 Revenue Code of 1986 (relating to the exclusion from  
10 gross income amounts received as a qualified scholarship)  
11 is amended—

12 (1) by striking “Subsections (a)” and inserting  
13 the following:

14 “(1) IN GENERAL.—Except as provided in para-  
15 graph (2), subsections (a)”, and

16 (2) by adding at the end the following new  
17 paragraph:

18 “(2) EXCEPTIONS.—Paragraph (1) shall not  
19 apply to any amount received by an individual  
20 under—

21 “(A) the National Health Service Corps  
22 Scholarship program under section  
23 338A(g)(1)(A) of the Public Health Service  
24 Act,

25 “(B) the Armed Forces Health Professions  
26 Scholarship and Financial Assistance program

1 under subchapter I of chapter 105 of title 10,  
2 United States Code,

3 “(C) the National Institutes of Health Un-  
4 dergraduate Scholarship program under section  
5 487D of the Public Health Service Act, or

6 “(D) any State program determined by the  
7 Secretary to have substantially similar objec-  
8 tives as such programs.”.

9 (b) EFFECTIVE DATES.—

10 (1) IN GENERAL.—Except as provided in para-  
11 graph (2), the amendments made by subsection (a)  
12 shall apply to amounts received in taxable years be-  
13 ginning after December 31, 1993.

14 (2) STATE PROGRAMS.—Section 117(c)(2)(D)  
15 of the Internal Revenue Code of 1986 (as added by  
16 the amendments made by subsection (a)) shall apply  
17 to amounts received in taxable years beginning after  
18 December 31, 2001.

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